

AMENDED IN ASSEMBLY MAY 7, 2014

AMENDED IN ASSEMBLY APRIL 1, 2014

CALIFORNIA LEGISLATURE—2013–14 REGULAR SESSION

## ASSEMBLY BILL

**No. 2517**

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**Introduced by Assembly Member Daly**  
**(Coauthors: Assembly Members Brown and Fox)**  
(Coauthor: Senator Hueso)

February 21, 2014

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An act to amend Section 7069 of the Government Code, relating to taxation, *and declaring the urgency thereof, to take effect immediately.*

### LEGISLATIVE COUNSEL'S DIGEST

AB 2517, as amended, Daly. Economic development: taxation: credits: certifications.

The Personal Income Tax Law and the Corporation Tax Law authorize various credits against the taxes imposed by those laws, including a hiring credit for qualified taxpayers who hire qualified employees, as defined, within enterprise zones and local agency military base recovery areas, subject to specified criteria and requirements. Those laws require that a taxpayer obtain a certification from the Employment Development Department, as permitted by federal law, the local county or city Job Training Partnership Act administrative entity, the local county GAIN office or social services agency, or the local government administering a specified area or zone that provides that a qualified employee meets the specified eligibility requirements. Existing law authorizes any local entity formerly authorized to issue a certification that provides that a qualified employee, qualified disadvantaged individual, or qualified displaced employee meets specified eligibility requirements, to continue

to accept applications for certification and to issue the certifications up to but no later than January 1, 2015.

This bill would instead ~~provide for~~ *authorize* those local entities to continue to accept applications for the certification up to but no later than January 1, 2015, and would ~~remove the provision that local entities issue the certifications up to but no later than January 1, 2015.~~ *provide that a local entity has until January 1, 2016, to issue the certifications.*

*This bill would declare that it is to take effect immediately as an urgency statute.*

Vote: ~~majority~~ <sup>2</sup>/<sub>3</sub>. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

*The people of the State of California do enact as follows:*

1 SECTION 1. Section 7069 of the Government Code is amended  
2 to read:

3 7069. Notwithstanding the repeal of Chapter 12.8 (commencing  
4 with Section 7070), Chapter 12.93 (commencing with Section  
5 7097), and Chapter 12.97 (commencing with Section 7105) of the  
6 Government Code by Chapter 69 of the Statutes of 2013, a local  
7 entity formerly authorized by one or more of those chapters of the  
8 Government Code to issue a certification that provides that a  
9 qualified employee, qualified disadvantaged individual, or qualified  
10 displaced employee meets the specified eligibility requirements  
11 under Section 17053.34, 17053.46, 17053.47, 17053.74, 23622.7,  
12 23622.8, 23634, or 23646 of the Revenue and Taxation Code ~~shall~~  
13 *may continue to accept applications for the certification up to but*  
14 *no later than January 1, 2015. A local entity shall have until*  
15 *January 1, 2016, to issue the certifications.*

16 SEC. 2. *This act is an urgency statute necessary for the*  
17 *immediate preservation of the public peace, health, or safety within*  
18 *the meaning of Article IV of the Constitution and shall go into*  
19 *immediate effect. The facts constituting the necessity are:*

20 *In order to extend the deadline to ensure that taxpayers can*  
21 *timely obtain certifications from local entities for purposes of*  
22 *income tax hiring credits for employees hired within enterprise*  
23 *zones and local agency military base recovery areas, it is necessary*  
24 *that this act take immediate effect.*

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